



LEGISLATIVE FISCAL OFFICE  
Streamlining Commission Analysis

Recommendation No. **RECOMMENDATION 83**  
Streamlining Draft **AGDAVIS 1**

<b>Date:</b> December 2, 2009 2:43 PM	<b>Author:</b>
<b>Dept./Agy.:</b> Education and BESE	<b>Analyst:</b> Mary Kathryn Drago
<b>Subject:</b> Student Based Budgeting	

The recommendation directs the Department of Education and the Board of Elementary and Secondary Education to pursue student based budgeting.

EXPENDITURES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The recommendation could increase State General Fund and Local expenditures to initially implement student based budgeting. It is likely that the Minimum Foundation Program formula would not be changed, and the same amount of funding from the state would be dispersed to the districts. However, the school systems would change their operations, and it is possible that more funding will be dispersed to the classroom and not expended through the local central office. It is not known if the state would hire a consultant to work with the districts to provide guidance on making these changes, or if the districts would hire their own consultants to enable them to implement the system according to their own needs.

Nevada attempted legislation that would require all school districts to enroll a certain percentage of their schools in student based budgeting. The Nevada legislature was offering an incentive for school districts to participate by providing \$9 million, which would have resulted in an additional \$400 per pupil to schools that would have participated. The legislation was not implemented due to budget cuts. However, one district in the state has implemented student based budgeting in a few of their schools. According to the Clark County School System, they hired a consultant to provide guidance on how to implement the changes in budgeting, and to provide guidance on the changes in managing schools in their system.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	
<input type="checkbox"/> 13.5.1 >= \$500,000 Annual Fiscal Cost		<input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost	<b>H. Gordon Monk</b>
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease	<b>Legislative Fiscal Officer</b>